

City Council Meeting

Agenda Item

Data Sheet

Meeting Date: May 4, 2026

Topic:

Approve, on First Reading, Resolution No. 2026-21-TEDC, a Resolution of the City Council of the City of Tomball, Texas, authorizing and approving an amendment to the Debt Service Contribution Agreement by and between the Corporation and the City of Tomball to make direct incentives to, or expenditures for, improvements to the South Wastewater Treatment Plant Expansion project located in the City of Tomball, Texas, as authorized under Sections 505.152 and 505.154 of the Texas Local Government Code.

Background:

The Tomball Economic Development Corporation (TEDC) previously approved Resolution No. 2025-15-TEDC, which provided for an annual debt service payment to the City of Tomball in the amount of \$1,000,000 for a period of twenty (20) years. This funding supports the City's South Wastewater Treatment Plant Expansion Project, a capital improvement project with an estimated total cost exceeding \$70,000,000.

During the FY 2026 budget process, the City of Tomball requested an additional annual contribution of \$500,000 to further support the expansion of the South Wastewater Treatment Plant. This additional funding was incorporated into the adopted TEDC budget.

However, upon recent review of TEDC records, it has been determined that the agreement was never formally amended to reflect this additional \$500,000 annual contribution.

This amendment will formally authorize and document the additional annual payment of \$500,000, consistent with the adopted FY 2026 budget.

At its meeting on April 14, 2026, the TEDC Board of Directors unanimously approved the amendment to the Debt Service Contribution Agreement with the City of Tomball for improvements to the South Wastewater Treatment Plant Expansion project as authorized under Sections 505.152 and 505.154 of the Texas Local Government Code. The Tomball City Council has final approval authority over all projects and agreements of the TEDC.

Origination: David Esquivel, City Manager, City of Tomball

Recommendation:

Approval of the proposed amendment to the Debt Service Contribution Agreement.

Party(ies) responsible for placing this item on agenda: Kelly Violette

FUNDING (IF APPLICABLE)

Are funds specifically designated in the current budget for the full amount required for this purpose?

Yes: No:

If yes, specify Account Number: # City Debt Service_
Southside Sewer Plant
Expansion (2025)

If no, funds will be transferred from account # _____ To account # _____

Signed Kelly Violette Approved by _____
Executive Director-TEDC Date City Manager Date